From: gov.sarah@yahoo.com

Sent: Sunday, July 20, 2008 9:14 AM

To: Balash; Joseph R (GOV)

Stepovich; Melissa M (GOV); Frye; Ivy J (GOV); Perry; Kristina Y (GOV); Nizich; Michael A (GOV);

Bailey; Frank T (GOV); Michel; Joseph A (GOV)

Subject: Re: Royalty oil

Thank you, this will be helpful when I run into interested/concerned folks today. Hope all is going well Joe!

Sent from my BlackBerry® device from Cellular One

From: "Balash, Joseph R (GOV)" <joe.balash@alaska.gov>

Date: Sat. 19 Jul 2008 23:07:41 -0800

To: <gov.sarah@yahoo.com>

CC: Stepovich, Melissa M (GOV)<melissa.stepovich@alaska.gov>; Frye, Ivy J (GOV)
<ivy.frye@alaska.gov>; Perry, Kristina Y (GOV)<kris.perry@alaska.gov>; Nizich, Michael A (GOV)<mike.nizich@alaska.gov>; Bailey, Frank T (GOV)<frank.bailey@alaska.gov>; Michel, Joseph A (GOV)<joe.michel@alaska.gov>

Subject: Royalty oil

I would bet that at least one of a handful of people in Fairbanks will ask about using our royalty oil to fix the energy/home heating oil crisis. Richard Tilly, Lisa Peger, and Jim Weidner have all been advocates of this approach at one point or another.

Richard Tilly is a local contractor who took the time to put together a fairly detailed proposal and set of figures. It was, in turn, sent to Commissioner Irwin by Rep. Kawasaki for review. We are very close to having an equally detailed response explaining why that approach can't and won't work.

The bottom line is that a judicial decision suggests strongly that we can't sell royalty oil for less than we would receive than if we took it in value.

Beyond that, much of our royalty oil is already under contract to Flint Hills, but even if we were to take it all in kind and sell it for less, it is unlikely to have the intended effect. There is more oil refined in Alaska than we have in royalty. We would have to subsidize non-royalty oil in order to get all heating oil, diesel, and gasoline produced in Alaska down to the same price.

This will all be explained to Rep Kawasaki, Mr Tilly, and anybody else who asks about it in short order. We can take names and addresses for those who are interested and send them the details and report.

Joe

From: Bill Walker [bill-wwa@ak.net]

Sent: Sunday, July 20, 2008 5:13 PM

Perry; Kristina Y (GOV); Governor Sarah Palin (GOV sponsored); governor@state.ak.us; Bunde; Con (LAA); Cowdery; John (LAA); Davis; Bettye J (LAA); Dyson; Fred (LAA); Ellis; Johnny (LAA); Elton; Kim S (LAA); French; Hollis (LAA); Green; Lyda N (LAA); Hoffman; Lyman F (LAA); Huggins; Charlie (LAA); Kookesh; Albert (LAA); McGuire; Lesil L (LAA); Olson; Donny (LAA); Stedman; Bert K (LAA); Stevens; Gary L (LAA); Therriault; Gene (LAA); Thomas; Joe (LAA); Wigleoner; Tom (LAA); Wielechowski; Bill

(LAA); Wilken; Gary R (LAA); Rep_Bob_Buch@legis.state.ak.us; Rep_Mike_Chenault@legis.state.ak.us; Rep_Sharon_Cissna@legis.state.ak.us; Rep_John_Coghill@legis.state.ak.us; Rep_Harry_Crawford@legis.state.ak.us; Rep_Nancy_Dahlstrom@legis.state.ak.us; Rep_Andrea_Doll@legis.state.ak.us; Rep_Mike_Doogan@legis.state.ak.us; Rep_Anna_Fairclough@legis.state.ak.us; Rep_Richard_Foster@legis.state.ak.us; Rep_Berta_Gardner@legis.state.ak.us; Rep_Carl_Gatto@legis.state.ak.us; Rep_Max_Gruenberg@legis.state.ak.us; Rep_David_Guttenberg@legis.state.ak.us; Rep_John_Harris@legis.state.ak.us; Rep_Mike_Hawker@legis.state.ak.us; Rep_Lindsey_Holmes@legis.state.ak.us; Rep_Mike_Hawker@legis.state.ak.us; Rep_Mike_Haw

Rep_Kyie_Johansen@legis.state.ak.us; Rep_Craig_Johnson@legis.state.ak.us; Rep_Reggie_Joule@legis.state.ak.us; Rep_Scott_Kawasaki@legis.state.ak.us;

Rep_Wes_Keller@legis.state.ak.us; Rep_Mike_Keily@legis.state.ak.us;

Rep_Beth_Kerttula@legis.state.ak.us; Rep_Gabrielle_LeDoux@legis.state.ak.us; Rep_Bob_Lynn@legis.state.ak.us; Rep_Kevin_Meyer@legis.state.ak.us;

Rep_Bob_Lynn@legis.state.ak.us; Rep_Kevin_Meyer@legis.state.ak.us; Rep_Mary_Nelson@legis.state.ak.us; Rep_Mark_Neuman@legis.state.ak.us;

Rep_Kurt_Olson@legis.state.ak.us; jayramras@hotmail.com; Rep_Jay_Ramras@legis.state.ak.us;

Rep_Bob_Roses@legis.state.ak.us; Rep_Ralph_Samuels@legis.state.ak.us; Rep_Woodie_Salmon@legis.state.ak.us; Rep_Bill_Stoltze@legis.state.ak.us; Rep_Bill_Thomas@legis.state.ak.us;

Rep Peggy_Wilson@legis.state.ak.us; Irwin; Tom E (DNR); Rutherford; Marty K (DNR); Galvin; Patrick S (DOR); Balash; Joseph R (GOV)

Subject: Response to Issues Regarding LNG Export License & Economics from AGPA

Dear Governor Palin, Senate President Green, Speaker Harris, Members of the Alaska State Legislature, Commissioner Irwin, Commissioner Galvin, Deputy Commissioner Rutherford and Joe Balash

As you return to Juneau for the final debate and vote on AGIA, I would like to succinctly address a few points regarding the All-Alaska gasline / LNG project. Several of these are considered by some to be stumbling blocks for this project. The facts, data, economics, and existing license and agreements suggest that there are <u>no</u> insurmountable hurdles to a successful LNG project that could expeditiously provide much needed gas to Alaskans.

Economics

It has been suggested an LNG project would have inferior economics to a Canadian project. Because of the superior pricing environment in Asia, an <u>LNG project</u> at like volumes will have a <u>superior netback</u> and net present value to a Canadian project in all reasonable scenarios. A smaller 2.7 bcf/d LNG project has a higher projected netback than a larger Canadian line in most scenarios (with the exception primarily of very strong North American and very weak Asian gas price scenarios). Both the EconOne (page 46) and Port Authority analyses support the above conclusions.

Export License

Neither the Port Authority nor its Fortune 500 partners believe exporting North Slope gas will be

9/18/2009

an insurmountable hurdle. In 1989 DOE granted YPC an export license for LNG from Valdez. In its detailed and comprehensive decision DOE rejected virtually all of the arguments that a party would make in opposition to an export license. Consequently, there are significant reasons to believe either: 1) YPC's existing export license will be honored by DOE; or 2) if not honored that a new license will be issued. Counsel for the Port Authority has prepared a 12 page report on the applicable law which, along with the relevant DOE precedent, are available upon request. Legislators are encouraged to review this material to get a feel for DOE's decision making process and how strong a presumption at the federal level there is for allowing export. Legislators are encouraged to review this material to gain an insight into the DOE's decision making process and an appreciation for the strong presumption at the federal level for allowing export.

These are historic times and monumental decisions of generational import on how to move Alaska's gas to market and to Alaskans. What a privilege it is for each of us – project sponsors, administrators, consultants and decision maker alike – to be a participant in this process. As stewards of Alaska's resources, we know you will leave no stone unturned or any opportunity ignored in these decisive final hours. As always, if I can provide any additional information or answer any questions, do not hesitate to email me or call me at 278-7000 (office) or 223-8530 (cell).

Bill Walker

From: Birdman^i^ [birdmankfr@yahoo.com]

Sent: Sunday, July 20, 2008 11:09 PM

To: Governor Sarah Palin (GOV sponsored); Lloyd; Denby S (DFG)

Cc: Bryce Edgmon; Berg; Adam C (LAA); Hoffman; Lyman F (LAA); sockeye1@nushtel.net;

fritz@bbedc.com; moses kritz

Subject: Fishing Loss Time and Solution?

GOVERNOR SARAH PALIN
Alaska State Capitol Building

Third Floor
P.O. Box 110001
Juneau, AK 99811-0001
Phone (907) 465-3500

Fax (907) 465-3532 GOVERNOR@GOV.STATE.AK.US

Commissioner Denby Lloyd Department of Fish and Game P.O. Box 115526 Juneau, AK 99811-5526 Denby Lloyd@fishgame.state.ak.us Sunday July 20, 2008

Kevin Francis, Ramey

P.O. Box 223

(907) 493-5162

Togiak, AK 99678

RE: Loss of down fishing time and resources

Dear Governor Palin and Commissioner Lloyd;

I would like to place an important option to your immediate attention, regarding our fishing and fishing community's futures. We all agree these two are in distress from management decisions of the past and in my humble opinion it's time to re-engineer a better promise for a brighter future. We should never think we are subject to foreign processing in order to achieve high goals for Alaska and All Alaskans.

I would like to see Alaska's Western CDQ communities take the lead to band together to organize Village based processes unique to an individual community. For example, picture portable containers, that house a particular process and can be ready shipped and assembles, as a community requires. The corner stone would be in fisherman's handling such as H&G bleed fish on board, chilled and delivered to filleting and packaging operations ready to expedite from the water to the dinner tables in as short of time as possible to insure consumer quality. We have drafted plans to such operations for your review. As filleting is grasped and a new process such as commercial smoking or canning is needed, the operation container can be barged in to snap onto an established and working process.

It is believed by some we need to construct multi-million dollar operations that require much investment all at once. This is not the case if we look towards the future and micro manage our movements to develop success stories around Western Alaska where much needed economic development is surly needed. I could really talk long and hard on this area as Togiak with it's monopolized fish processors that pay 50 cents a pound for fish that grabs a much higher value as it journeys outward to the benefit of other states citizenry and a huge loss for Alaskans.

The answer isn't found in foreign processors but in the hearts of all Alaskans who want and deserve a better future. I say let's work together to make it happen as we re-tool our thinking and perspective to micro processing in Western Alaska. These processing stations would insure less shut down and loss of valuable fishing time as well as convert profit processes to build economic stability in Western Alaska's poorest communities. The dinosaurs of the past must be streamlined into processes that can be added for resource development for of local customary process marketable into many areas and uses. For example, human or pet consumption as well as fish oil markets for Omega III in vitamin markets etc.

Okay, I believe we have all worked and thought on these things but I would like to see sleeves roll up and minds come together to solve and build better solutions. We shouldn't have the problems in the fishing/processing industry in Alaska we have today with loss of fishing time with a result of economic loss in Alaska's communities. Let's hold a CDQ Communities Fishing/Processing Summit to put ideas into action for better seasons to come. Let's not look to outside help and resources to develop what belongs to Alaskans. Let's work to set the pace and establish a fair market price for Alaskan's and Alaskan resources. I have seen the markets and have much respect for micro processing in Alaska, please help others and me relize a dream unique to Western Alaskans.

Thank you for your time and thoughts in this matter. As I will be out fishing tomorrow I will e-mail this proposal letter with a hard copy to follow for your records.

Best Wishes,

Kevin Francis, Ramey, Fisherman and Togiak City Council Member

C.C.: Senator Lyman Hoffman
Rep. Bryce Edgmon
Robin Samuelsen, Jr., CEO & President BBEDC (CDQ program Corp.)
Fritz Johnson, Regional Fisheries Crdntr.
Moses Kritz, Rep. Togiak BBEDC

Love Is The CornerStone Holding All Joy^i A Man With Wings Is Truly An Angel^i^ Blessings Of Love...Birdman^i^

http://groups.yahoo.com/group/suijuriscourtangels/

"What kind of a legal system is this where we're going to design our rules to encourage guilty people to plead - or innocent people to plead guilty? It's crazy." Justice Scalia

From:

Nizich, Michael A (GOV) [mike.nizich@alaska.gov]

Sent:

Sunday, July 20, 2008 10:39 PM

To:

gov.palin@yahoo.com

Subject:

Re: Media

Randy has indicated that she has not been a friend......

---- Original Message -----

From: gov.palin@yahoo.com <gov.palin@yahoo.com>

To: K Perry Yahoo <krisandclark@yahoo.com>; Nizich, Michael A (GOV); Kel personal

<kellyc@acsalaska.net>

Sent: Sun Jul 20 22:10:52 2008

Subject: Media

Whoa, don't know if you caught Lauren Rice's interview on ktuu... don't know her history, but she had nuthin good to say.

From:

Mason, Janice L (GOV) [/O=SOA/OU=FIRST ADMINISTRATIVE

GROUP/CN=RECIPIENTS/CN=JLMASON]

Sent:

Sunday, July 20, 2008 10:36 PM

To:

'gov.sarah@yahoo.com' Perry; Kristina Y (GOV)

Cc: Subject:

Re: Sched

Will note first thing in the a.m. Janice

Sent using BlackBerry

---- Original Message ----

From: gov.sarah@yahoo.com <gov.sarah@yahoo.com>

To: Mason, Janice L (GOV)

Cc: Perry, Kristina Y (GOV)

Sent: Sun Jul 20 22:02:43 2008

Subject: Sched

Pls note last night 9pm mtg w kelly, Kris, nizich, talis in fairbanks Sent from my BlackBerry® device from Cellular One

From:

Perry, Kristina Y (GOV) [/O=SOA/OU=FIRST ADMINISTRATIVE

GROUP/CN=RECIPIENTS/CN=KYPERRY]

Sent:

Sunday, July 20, 2008 6:41 PM

To:

Irwin; Tom E (DNR); Rutherford; Marty K (DNR); Balash; Joseph R (GOV); Galvin; Patrick S

(DOR

Cc: Subject: Nizich; Michael A (GOV); Goode; Kelly C (GOV); 'gov.sarah@yahoo.com'

Fw: Response to Issues Regarding LNG Export License & Economics from AGPA

Although addressed to each of you, I didn't see you listed on the email.

---- Original Message ----

From: Bill Walker <bill-wwa@ak.net>

To: Perry, Kristina Y (GOV); Governor Sarah Palin (GOV sponsored); govenor@state.ak.us <govenor@state.ak.us>; Bunde, Con (LAA); Cowdery, John (LAA); Davis, Bettye J (LAA); Dyson, Fred (LAA); Ellis, Johnny (LAA); Elton, Kim S (LAA); French, Hollis (LAA); Green, Lyda N (LAA); Hoffman, Lyman F (LAA); Huggins, Charlie (LAA); Kookesh, Albert (LAA); McGuire, Lesil L (LAA); Olson, Donny (LAA); Stedman, Bert K (LAA); Stevens, Gary L (LAA); Therriault, Gene (LAA); Thomas, Joe (LAA); Wagoner, Tom (LAA); Wielechowski, Bill (LAA); Wilken, Gary R (LAA); Rep Bob Buch@legis.state.ak.us < Rep Bob_Buch@legis.state.ak.us >; Rep Mike Chenault@legis.state.ak.us < Rep Mike Chenault@legis.state.ak.us >; Rep_Sharon_Cissna@legis.state.ak.us <Rep_Sharon_Cissna@legis.state.ak.us>; Rep_John_Coghill@legis.state.ak.us <Rep_John_Coghill@legis.state.ak.us>; Rep_Harry_Crawford@legis.state.ak.us <Rep_Harry_Crawford@legis.state.ak.us>;
Rep_Nancy_Dahlstrom@legis.state.ak.us <Rep_Nancy_Dahlstrom@legis.state.ak.us>; Rep_Andrea_Doll@legis.state.ak.us <Rep_Andrea_Doll@legis.state.ak.us>; Rep Mike Doogan@legis.state.ak.us <Rep Mike Doogan@legis.state.ak.us>; Rep_Anna_Fairclough@legis.state.ak.us <Rep_Anna_Fairclough@legis.state.ak.us>; Rep_Richard_Foster@legis.state.ak.us <Rep_Richard_Foster@legis.state.ak.us>; Rep Berta Gardner@legis.state.ak.us <Rep_Berta_Gardner@legis.state.ak.us>; Rep Carl Gatto@legis.state.ak.us <Rep Carl Gatto@legis.state.ak.us>; Rep_Max_Gruenberg@legis.state.ak.us <Rep_Max_Gruenberg@legis.state.ak.us>; Rep_David_Guttenberg@legis.state.ak.us <Rep_David_Guttenberg@legis.state.ak.us>;
Rep_John_Harris@legis.state.ak.us <Rep_John_Harris@legis.state.ak.us>; Rep_Mike_Hawker@legis.state.ak.us <Rep_Mike_Hawker@legis.state.ak.us>; Rep_Lindsey_Holmes@legis.state.ak.us <Rep_Lindsey_Holmes@legis.state.ak.us>; Rep_Kyle_Johansen@legis.state.ak.us <Rep_Kyle_Johansen@legis.state.ak.us>;
Rep_Craig_Johnson@legis.state.ak.us <Rep_Craig_Johnson@legis.state.ak.us>; Rep_Reggie_Joule@legis.state.ak.us <Rep_Reggie_Joule@legis.state.ak.us>; Rep_Scott_Kawasaki@legis.state.ak.us <Rep_Scott_Kawasaki@legis.state.ak.us>; Rep_Wes_Keller@legis.state.ak.us <Rep_Wes_Keller@legis.state.ak.us>; Rep_Mike_Kelly@legis.state.ak.us <Rep_Mike_Kelly@legis.state.ak.us>; Rep Beth Kerttula@legis.state.ak.us < Rep_Beth Kerttula@legis.state.ak.us>; Rep Gabrielle LeDoux@legis.state.ak.us < Rep Gabrielle LeDoux@legis.state.ak.us >; Rep_Bob_Lynn@legis.state.ak.us <Rep_Bob_Lynn@legis.state.ak.us>; Rep_Kevin_Meyer@legis.state.ak.us <Rep_Kevin_Meyer@legis.state.ak.us>;
Rep_Mary_Nelson@legis.state.ak.us <Rep_Mary_Nelson@legis.state.ak.us>; Rep Mark Neuman@legis.state.ak.us <Rep Mark Neuman@legis.state.ak.us>; Rep_Kurt_Olson@legis.state.ak.us <Rep_Kurt_Olson@legis.state.ak.us>; jayramras@hotmail.com <jayramras@hotmail.com>; Rep_Jay_Ramras@legis.state.ak.us <Rep Jay Ramras@legis.state.ak.us>; Rep_Bob_Roses@legis.state.ak.us <Rep_Bob_Roses@legis.state.ak.us>; Rep_Ralph_Samuels@legis.state.ak.us <Rep_Ralph_Samuels@legis.state.ak.us>; Rep_Woodie_Salmon@legis.state.ak.us
<Rep_Woodie_Salmon@legis.state.ak.us>; Rep_Paul_Seaton@legis.state.ak.us <Rep_Paul_Seaton@legis.state.ak.us>; Rep_Bill_Stoltze@legis.state.ak.us <Rep_Bill_Stoltze@legis.state.ak.us>; Rep_Bill_Thomas@legis.state.ak.us <Rep Bill Thomas@legis.state.ak.us>; Rep Feggy Wilson@legis.state.ak.us <Rep Peggy Wilson@legis.state.ak.us>; Irwin, Tom E (DNR); Rutherford, Marty K (DNR); Galvin, Patrick S (DOR); Balash, Joseph R (GOV)

Sent: Sun Jul 20 17:13:09 2008

Subject: Response to Issues Regarding LNG Export License & Economics from AGPA

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this material to get a feel for DOE's decision making process and how strong a presumption at the federal level there is for allowing export. Legislators are encouraged to review this material to gain an insight into the DOE's decision making process and an appreciation for the strong presumption at the federal level for allowing export.

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Bill Walker

From:

Colberg, Talis J (LAW) [/O=SOA/OU=FIRST ADMINISTRATIVE

GROUP/CN=RECIPIENTS/CN=TJCOLBERG]

Sent: To: Subject: Sunday, July 20, 2008 9:23 AM

'gov.sarah@yahoo.com' Re: Thank you/Fairbanks

Thankyou governor.

Talis

---- Original Message -----

From: gov.sarah@yahoo.com <gov.sarah@yahoo.com>

To: Colberg, Talis J (LAW)

Cc: kris <krisandclark@yahoo.com>; Kel Goode <kellyc@acsalaska.net>; Nizich, Michael A

(GOV)

Sent: Sun Jul 20 09:19:24 2008

Subject: Thank you/Fairbanks

Thanks for traveling up here Talis, Mike, Kris, Kel... and for working all hours, all the time! I appreciated spending time with you last evening, thanks for letting me think out loud with you re: this latest issue. I appreciate your patience, wisdom, and the grace you show me as I express concerns. Thanks!

I'll see you flippin' burgers in a couple of hours. ;)

Sent from my BlackBerry® device from Cellular One

From:

gov.sarah@yahoo.com

Sent:

Sunday, July 20, 2008 9:19 AM

To:

Cc:

Colberg; Talis J (LAW) kris; Kel Goode; Nizich; Michael A (GOV)

Subject: Thank you/Fairbanks

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Sent from my BlackBerry® device from Cellular One